COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN APPLICATION OF XEBEC GAS COMPANY
FOR PERMISSION TO INSTALL, OWN, AND
OPERATE CERTAIN "INTRASTATE PIPELINE"
PACILITIES IN THE COMMONWEALTH OF
KENTUCKY
)

ORDER

On December 9, 1987, in response to the Commission's Order of November 9, 1987, Xebec Gas Company ("Xebec") filed a revised application in this case. Xebec states its revised application is necessary as a result of Administrative Case No. 297, An Investigation of the Impact of Federal Policy on Natural Gas to Kentucky Consumers and Suppliers.

On January 11, 1988, Western Kentucky Gas Company ("Western") filed its response requesting a hearing on Xebec's revised application, the opportunity to pre-file testimony, a reasonable discovery period, and that the record of the hearing held November 14, 1985, be consolidated with the record of any subsequent hearing.

On January 28, 1988, Xebec filed a petition requesting expedited approval of its revised application.

On February 3, 1988, Texas Gas Transmission Corporation ("Texas Gas") filed a Motion to Fully Intervene in this case.

The Commission finds that the requests of Western and Texas

Gas should be granted. The Commission is of the opinion that a

procedural schedule should be established to complete this case, and the request of Xebec for expedited approval should be denied.

IT IS THEREFORE ORDERED that:

- 1. Texas Gas shall be permitted to intervene fully and shall be made a party to this case.
- 2. Xebec's petition for expedited approval of its revised application shall be and it hereby is denied.
- 3. Kebec shall file testimony to support its position by February 22, 1988.
- 4. Western and Texas Gas shall file testimony to support their positions by March 4, 1988.
- 5. The parties shall be allowed time for discovery following the submission of testimony.
- 6. A hearing shall be conducted at the Commission's offices in Frankfort, Kentucky, on Thursday, April 7, 1988, beginning at 10:00 a.m., Eastern Standard Time.

Done at Frankfort, Kentucky, this 17th day of February, 1988.

PUBLIC SERVICE COMMISSION

CHETTMEN

Company.

ATTEST:

Missioner Williams

Executive Director